Govt. II-43—22,202—6-2-23.

L. S.-G. (1923) Department.

IIIrd SERIES.

G.O. No. 1781 P.H

DATED 31-10-23

[Despatch Abstract.]

Loan - Kollegal Taluk Board - Town extension - Sanctioned from Combined District Board - Disapproved as ultra vires.

D2

C.F. 20—5,000—2-10-22,

Local Self Government **DEPARTMENT.**

22976

Received 26 SEP 1923 192 . *Registered* ..... 192 .

Subject.

Loan. Kollegal Taluk Board.

Enclosures.
No.
Spare copies

No. R.O.C.2014/D.B. of 23.

Station Coimbatore. , *Dated the* 4th September 1923 .

From (Name) M.R.Ry.Rao Sahib C.S.Ratnasabapathy Mudaliar, Avl,

(Designation) President, District Board.

To The Secretary to the Government of Madras,

Local Self Government Department.

Sir,

In their order No.1609/L & M, dated 4th Sep.22, the Government called for applications from local bodies for loans and grants which may be required during 1923-24. In reply the President, Taluk Board, Kollegal reported - that he may require a loan of Rs.10,000/- in connection with the acquisition of the sites proposed for the extension of Kollegal Town in the north. This item was included in the list sent to Government with this office letter R.O.C.No.248/D.B. of 22, dated 13-10-22. But no provision was made by the Government in the Civil Budget estimate

(K)

estimate for 1923-24-Vide.G.O.No.976/L & M,dated 25-4-23. The President, Taluk Board, Kollegal now reports that there is a pressing demand for the acquisition in question - and that people have already subscribed towards sites to be allotted in the new extension. As the Revenue - Divisional Officer requires that the cost of acquisition should be deposited in the first instance, the President Taluk Board applies for a temporary loan of Rs.10,000/- which is expected to be collected from the parties as the sites are allotted. The District Board has sanctioned in D.B.Resolution No.189/-dated 28-7-23 a loan of Rs.10,000/- subject to the conditions that the amount should be repaid within 18 months from the date of payment with interest at 6½%, and that the District Board is allowed to have first charge on the property to be acquired. A copy of the District Board's Resolution is enclosed. Under the above circumstances, I beg to request that the Government be pleased to approve the action of the District Board in having sanctioned the loan to the Taluk Board, Kollegal.

I have the honour to be

Sir,

Your most obedient servant,

U.S.

For President, Dist. Board.

S.V.18-9-23.

19/9/23

DESPATCHED.

3 S 3

Proceedings of the District Board, Coimbatore,
at its meeting held on 28-7-23.

Read:-

(G) G.O.No.1609 L. & M., dated 7th September 1922, - inviting applications for loans and grants for 1923-24. required by local bodies.

(2). Letter D.Dis.No.728/T.B. of 22, dated 11th - September 1922, from the President, Taluk Board Kollegal applying to the District Board for a loan of Rs.10,000/- in connection with the acquisition for the Kollegal Town extension scheme; and that if it is not possible, - requesting to recommend to Government to sanction a loan from Provincial Funds.

(3) This office letter R.O.C.No.248/D.B. of 1922, - dated 13-10-1922, submitting application for loans and grants required by the District and Taluk Boards.

(K) (4) G.O.No.976 L & M., dated the 25th April 1923, sanctioning grants and loans to local bodies in the - budget estimate for 1923-24.

D.B.Resolution No.189/dated 28-7-23.

A loan of Rs.10,000/- will be advanced to the - Kollegal Taluk Board subject to the following conditions:-

1. That the amount is repaid within 18 months from the date of payment with interest at 6½% per annum.

2. That the District Board is allowed to have first - charge in the property to be acquired.

Government will be addressed for necessary sanction.

(Sd)C.S.Ratnasabapathy,
President.

(True copy)

District Board's Office, Coimbatore.

DESPATCHED. 24 1923

For President, D.B.

S.V.20-.-23.

PROCEEDINGS OF THE KOLLEGAL TALUK BOARD.

Dated 27th August 23.

Read:-

Endorsement of the President, District Board, - Coimbatore R.O.C.No.2014/D.B. of 1923 dated 7-8-1923 requesting to obtain the views of the Board regarding the advance of the loan of Rs.10,000/- in connection with the acquisition for the Kollegal Town extension scheme subject to the following conditions:-

(1) That the amount is repaid within 18 months from the date of payment with interest at 6½ per cent per annum;

(2) That the District Board is allowed to have first charge in the property to be acquired.

Resolution No.111/K.T.B. dated 27-8-23.

The Board agrees to abide by the conditions.

(Sd)G.P.Mallappa,
President,Taluk Board.

(True extract)

Kollegal Taluk Board's Office.

Endt. R.O.C.No.306/K.T.B. of 1923, dated 30-8-23.

(Sd)A.B.Cennavera Chettiar,
p r e s i d e n t.

(True copy)

President, District Board.

21/9/23

RECEIVED, S P 24 1923

L-S. G (P.W) Dept

Ki 2.

C No. 22976 From the P. D B. Coimbatore
No. 2014 dt 9-23.

Subject. Loan for Kollegal town extension

The loan transaction in this case offends against section 7 of the Local Authorities Loans Act 1914 which provides that no local authority shall for any purpose borrow money except as provided for by that Act. ~~without the previous sanction of the Govt has not been obtained for granting the loan~~ ~~(vide Rule 8 and 8 A of the Rules framed under the Local Authorities Loans Act)~~

p 311 of L.B. Manual (original)

p 309 - 310 of L.B. Manual.

2. The P. D B states that the proposed acquisition is in connection with the extension of the Kollegal town in the north and that people have already subscribed for the sites. The town planning scheme called for in G.O. No 620 P.W. dated 2-5-1922 is for the extension of the town in the east and seems to be quite different from the one in question. As the scheme does not appear to have been prepared, the urgency of the loan is not clear. A draft order is submitted.

(B) Agra 2. f. 17. 9 (B) No, both seem to refer to the same Extension - this referred to as northern extension - p. 25 of (B). by the P. TB Kollegal but as Eastern side Extension in the plan in (B)

Noted 30/X/23

Sd 29/10/23. MR
29.10.23

The draft may issue

Noted 30/X/23

For issue
31.10.23

Scott. II-10 (a)—16,002—6-2-23. (6)

	Date.	Initials.
When received for Fair-copying.		
When copied ..		
When examined ..		
When signed ..		
When despatched ..		

b

L. S. & I.P.H. DEPARTMENT.

READ AGAIN G.O. No. ....., dated ..... 192 .

" " " " ..... " ..... 192 .

READ ALSO;—

C. No. 22976, From the P. D. B Coimbatore, No. 2014 D13, dated 4-9- 1923.

" " ..... " " ..... " ..... " ..... 192 .

" " ..... " " ..... " ..... " ..... 192 .

ORDER.

No. 1781 P.H dated 31. X. 1923

The attention of the Coimbatore D.B. Board is drawn to section 7 of the Local Authorities Loans Act 1914 (IX of 1914) and it is informed that in view of the provisions thereof its resolution sanctioning a loan to the Kollegal Taluk Board for a town extension scheme is ultravires and cannot be approved.

2. The Kollegal taluk board is requested to submit to the Govt through the D.T.P a full report on the proposed scheme for the extension of the

Pollegal town in the north, ~~Explaining~~ and if
whether it has any relation to the
Scheme called for in G.O. No 620 PH dt 2nd May 1922 (12)
that Scheme also

29.10.23 to submit without further delay

To
The P. D. B. Coimbatore
The P. T. P. Pollegal
The Collector of Coimbatore
The Engr. to Govt
The D. F. P.

Endorsement to the